

Short Title: Gain From Partition Sale/Tax Deduction.

A BILL TO BE ENTITLED

AN ACT TO ALLOW AN INCOME TAX DEDUCTION FOR GAIN REALIZED FROM A
PARTITION SALE OF REAL PROPERTY.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 105-153.5(b) reads as rewritten:

"(b) Other Deductions. – In calculating North Carolina taxable income, a taxpayer may deduct from the taxpayer's adjusted gross income any of the following items that are included in the taxpayer's adjusted gross income:

...

(13) The amount realized as gain from a partition sale of real property, regardless of the use for which the property is held, to the extent that the proceeds of the sale distributed to the taxpayer are used to acquire real property within 180 days after the date of the distribution."

SECTION 2. This act is effective for taxable years beginning on or after [January 1, 2018].